

STATE OF DELAWARE
DEPARTMENT OF FINANCE
DIVISION OF REVENUE
601 DELAWARE AVENUE
WILMINGTON, DELAWARE 19899

TAX NEWSGRAM 73-13

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PERSONAL INCOME TAX

- Long-Term Capital Gains

House Bill 546 amends Section 1106 (a), Chapter 11, Title 30, Delaware Code, relating to modifications of taxable income, by providing that there shall be added back to adjusted gross income for purposes of the Delaware income tax the amount of the long-term capital gain deduction (50%) allowable on the Federal return under the Internal Revenue Code.

The Bill was approved by the Governor on July 6, 1973, and it is effective with respect to all long-term capital gains realized prior to January 1, 1972, or after July 7, 1973. The date on which a gain is realized is the date when the sale or other disposition occurred. The effect of this Amendment is to make long-term capital gains fully taxable as ordinary income.



Russell M. Cory
Director of Revenue

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